

REC'D TN REGULATORY AUTH.

'01 MAR 26 AM 8 53

March 23, 2001

OFFICE OF THE

David Waddell Executive Secretary Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37243-0505

RE:

Docket No. 01-00050

SCC Application for a Certificate of Public Convenience and Necessity

Dear Mr. Waddell:

SCC Communications Corp. ("SCC") herein files with the Tennessee Regulatory Authority ("TRA") an original and one (1) copy of its additional information in response to the TRA's data requests dated February 9, 2001.

## 1. Information Required Pursuant to Tennessee Code Annotated Section 65-4-125:

SCC respectfully requests an additional 45 days to provide this response.

## 2. SCC's Financial Statement:

SCC does not have a forecast of revenues. SCC's revenues will depend on large part on the cost to provide its services, and an ability to attract customers. Until SCC reaches an interconnection agreement with BellSouth with associated pricing, SCC cannot estimate its costs, thereby establishing what SCC can charge for its proposed services, which will affect the demand for SCC's services. SCC has already begun the negotiation process pursuant to Section 251 of the Telecommunications Act of 1996 with BellSouth.

## 3. SCC's Source of Funding for its Network:

SCC is a publicly traded company and has adequate access to the necessary capital to provide intrastate services as demonstrated in its Annual Report (see Exhibit 4 to SCC's Application). SCC had an initial public offering in 1998 that generated proceeds of almost \$27 million. Revenues for 1996 through 1999 were \$14,802,000, \$27,072,000,

SCC Communications Corp.

6285 Lookout Road

Boulder, Colorado 80301-3343

Phone 303.581.5600 Fax 303.581.0900



\$34,449,000, and \$32,584,000, respectively. Moreover, as demonstrated in SCC's SEC Forms 10-K and 10-Q (see Exhibit 4 to SCC's Application), SCC has a line of credit with a bank for \$2 million with nothing outstanding as of 9/30/00. SCC also has a capital lease line of

## 4. SCC's Compliance with TRA 1220-4-8-.04(3)(c)(2):

SCC will comply with this rule to provide interconnection with other certified carriers or Commission authorized carriers on a non-discriminatory basis under reasonable terms and conditions.

Please date-stamp the enclosed extra copy of this letter and return it in the self-addressed postage-paid envelope provided. Should you or anyone else at the TRA have any questions regarding this filing, please do not hesitate to contact me at (303) 581-6076.

Sincerely,

Rebecca E. Boswell

Regulatory Counsel